Approved April 13, 2004.

CHAPTER 54

(House Bill 574)

AN ACT concerning

Health Insurance - Medicare Supplement <u>Policies</u> - Repeal of Prohibited Solicitation <u>Sale or Offer</u> to Medicaid-Eligible Individual

FOR the purpose of repealing a certain prohibition against selling specifying the provisions under which a Medicare supplement policy may be sold to an individual eligible for Medicaid benefits repealing a certain prohibition against a carrier or insurance producer negligently or knowingly selling or offering to sell a Medicare supplement policy to an individual eligible for Medicaid; authorizing a carrier or insurance producer to sell or offer to sell a Medicaid supplement policy to an individual eligible for Medicaid in accordance with certain provisions of federal law; making this Act an emergency measure; and generally relating to the sale or offer of a Medicare supplement policy.

BY repealing and reenacting, with amendments,

`Article - Insurance

Section 15-925

Annotated Code of Maryland

(2002 Replacement Volume and 2003 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

Article - Insurance

15 - 925.

- (a) When soliciting the sale of a health insurance policy, a carrier or insurance producer may not knowingly offer a Medicare supplement policy to an individual not eligible for Medicare.
- ₹(b) A carrier or insurance producer may not negligently or knowingly ONLY sell or offer to sell a Medicare supplement policy to an individual eligible for Medicaid benefits IN ACCORDANCE WITH THE PROVISIONS OF 42 U.S.C. § 1395SS AND THIS SUBTITLE.
- **{**(c)**}** (B) A carrier or insurance producer may not negligently or knowingly sell or offer to sell to an individual a Medicare supplement policy that duplicates to any extent an existing Medicare supplement policy that covers that individual.
- **f**(d)**f**(C) A carrier or insurance producer may not use the terms "Medicare supplement", "Medigap", or other words of similar meaning in advertising or